

August 19, 2011

Mr. Paul Baker Utah Division of Oil, Gas and Mining 1594 West North Temple, Suite 1210 Box 145801 Salt Lake City, Utah 84114-5801

Re: Revised Notice of Intention to Conduct Small Mining Operations for the Whirlwind Mine, DOGM Permit No. S/019/0065

Dear Mr. Baker.

Energy Fuels Resources, Inc. (Energy Fuels) is pleased to submit these revised pages to the Whirlwind Mine Notice of Intention to Conduct Small Mining Operations. The Whirlwind Mine is located in Grand County, Utah and Mesa County, Colorado. This revision is being submitted to add a Utah State Section to the mineral property and to add a meteorological station to the proposed surface facilities.

Please feel free to contact me at (303) 974-2151 if you need any additional information.

Sincerely,

Zach Rogers, P.E.

Environmental Engineer

Attachment

Cc: Frank Filas, Dick White (Energy Fuels)

William Stokes (Utah Trust Lands) Angilique Diaz (EPA Region 8)

Jay Morris (Utah DAQ)

Rebecca Doolittle (BLM – Moab Field Office)

AUG 2 4 2011

DIV. OF OIL, GAS & MINING

Operator:

Mine Name:

# Application to Revise a Notice of Intention to Commence Small Mining Operations or Exploration

File Number: EXXM/

Energy Fuels Resources Corporation

	Whirlw	ind Mine	9	S/019/0065		
all maps a		it are to be a	dded, replaced, or remove	required as a result of this change. Individually list ed from the Notice. Include page, section and		
		DETAILE	D SCHEDULE OF CHAN	IGES TO THE NOTICE		
		THE MY-1	Description of map, text,	or materials to be changed		
ADD	X_REPLACE_X	REMOVE	Small Mine NOI	(7 pages)		
ADD	X_REPLACE_X	REMOVE	Figure 2 (1 pag	ge)		
ADD	X_REPLACE_X	REMOVE	Figure 3 (1 page)			
X_ADD_X	REPLACE	REMOVE	Attachment D (	2 pages)		
ADD	REPLACE	REMOVE		RECEIVED		
ADD	REPLACE	REMOVE		AUG 2 4 2011		
ADD	REPLACE	REMOVE				
ADD	REPLACE	REMOVE		DIV. OF OIL, GAS & MINING		
ADD	REPLACE	REMOVE				
application reference	on is true and control to commitment en P. Anto	orrect to the	best of my information ations, herein.	president/CEO  ame, Position		
Return to	State of Utah Division of Oil, Attn: Minerals 1594 West No Box 145801	Regulatory rth Temple,	Program Suite 1210	FOR DOGM USE ONLY: File #: M/ / Approved: Bond Adjustment: from (\$)		
Salt Lake City, Utah 84114-5801 Phone: (801) 538-5291 Fax: (801) 359-3940				to <u>\$</u>		

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Form MR-SMO (Revised June 29, 2011)

This Section for DOGN Assigned DOG	M File No.:	5/0 19	10065
DOGM Lead:			
Permit Fee \$_			Ck#
	Ta	18K: e	1323

# STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

1594 West North Temple Suite 1210
Box 145801
Salt Lake City, Utah 84114-5801
Telephone: (801) 538-5291 Fax: (801) 359-3940

#### NOTICE OF INTENTION TO COMMENCE SMALL MINING OPERATIONS

The information requirements of this form are based on provisions of the Mined Land Reclamation Act, Title 40-8, Utah Code Annotated 1987, and the General Rules as promulgated under the Utah Minerals Regulatory Program (R647). The rules and Act are available online at <a href="http://www.rules.utah.gov/publicat/code/r647/r647.htm">http://www.rules.utah.gov/publicat/code/r647/r647.htm</a> and http://le.utah.gov/~code/TITLE40/40 08.htm.

Cultural Resources Survey: To fulfill its obligations under Utah Code Annotated 9-8-404, the Division needs cultural resource (archaeology) information. The amount and type of information required will depend on the mine location, the history of previous disturbance, and other factors. Please contact the Division for further information.

A permit fee of \$150 or \$500 must accompany this application (Utah Code Ann. §40-8-7(1)(i)) and is due annually. The fee is \$150 for a mine with a disturbed area of five acres or less, and the fee is \$500 if the disturbed area is between five and ten acres.

"Small Mining Operations" are operations which have a disturbed area of ten or fewer surface acres at any time in unincorporated areas, or five acres or fewer in incorporated areas.

\*\*\*\*\*\*\*\*

## I. GENERAL INFORMATION (Rule R647-3-104)

AUG 2 4 2011

Mailing Address: 44 Union Boulevar	rd, Suite 600
City, State, Zip: <u>Lakewood, CO 802</u>	28
Phone: (303) 974-2140	Fax: (303) 974-2141
E-mail Address: <u>f.filas@energyfuels</u>	s.com
Type of Business: Corporation $(\underline{X})$ .  General Partnership $(\underline{X})$ . Limits	, LLC (), Sole Proprietorship (dba) () ed Partnership (), Individual ().
Business Entity (not individuals) makes of Utah, Division of Corporate www.commerce.utah.gov to renew or the state of the	nust be registered (and maintain registration) with the tions (DOC) If not currently registered, contact or apply. Business Entity #: 6853864-0143
Business Entity (not individuals) magnetic of Utah, Division of Corporate www.commerce.utah.gov to renew of Local Business License #:	nust be registered (and maintain registration) with the tions (DOC) If not currently registered, contact or apply. Business Entity #: 6853864-0143  (if required)
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Business Entity (not individuals) mediate of Utah, Division of Corporate www.commerce.utah.gov to renew of Local Business License #:  ssued by: County:  Contact Person(s):  Registered Utah Agent (as identified Name: Donn Pillmore	nust be registered (and maintain registration) with the tions (DOC) If not currently registered, contact or apply. Business Entity #: 6853864-0143  (if required) or City:  with the Utah DOC) (if individual leave blank):
Business Entity (not individuals) materials and individuals of State of Utah, Division of Corporate www.commerce.utah.gov to renew of Local Business License #:  Ssued by: County:  Contact Person(s):  Registered Utah Agent (as identified Name: Donn Pillmore  Address: DMP Consulting, LLC, Agent (as Identified LLC, Address: DMP Consulting, LLC, Address: DMP Consultin	nust be registered (and maintain registration) with the tions (DOC) If not currently registered, contact or apply. Business Entity #: 6853864-0143  (if required)  or City:  with the Utah DOC) (if individual leave blank):  Title: VP Arizona Strip Operations 460 E 300 South
Business Entity (not individuals) materials and state of Utah, Division of Corporate www.commerce.utah.gov to renew of Local Business License #:  ssued by: County:  Contact Person(s):  Registered Utah Agent (as identified Name: Donn Pillmore  Address: DMP Consulting, LLC, City, State, Zip: Kanab, UT 8474	nust be registered (and maintain registration) with the tions (DOC) If not currently registered, contact or apply. Business Entity #: 6853864-0143  (if required)  or City:  with the Utah DOC) (if individual leave blank):  Title: VP Arizona Strip Operations 460 E 300 South

# I.3. Contact Person(s) (continued):

This person to be notified for: permitting	g(X) surety $(X)$ (chec	ck all t	hat apply)
Name: Zach Rogers Address: 44 Union Boulevard, Suite	600	e. <u>LII</u>	viioiiiileillai Eligiileei
City, State, Zip: <u>Lakewood, CO 802</u>	28		
Phono: (202) 074 2151	For: (202) 074	2444	
Phone: (303) 974-2151	Fax: (303) 9/4-	-2141	
Emergency, Weekend, or Holiday Ph E-mail Address: <u>zrogers@energyfue</u>			
This person to be notified for: permitting			
Name:Address:	Title	c	
City, State, Zip:Phone:	Fov	TABLE 1	
Emergency, Weekend, or Holiday Ph	Fax		
E-mail Address: zrogers@energyfu	ols com		
E-mail Address: <u>zrogers@energyfu</u>	eis.com		
. If Business is a Sole Proprietor (dba)	or Individual:		
Name of Owner	Title	۵.	
Name of Owner:		·	
City, State, Zip:			
Phone:	Fay:		
E-mail Address:	T GA.		
If Business is a Corporation:			
Name of Officers: Stephen Antony		Title:	CEO/President
Name: <u>Jeff Vigil</u>		Title:	CFO
Name:		Title:	
Name:		Title:	
Headquarters Address: 44 Union Bo			
City, State, Zip: <u>Lakewood, CO 802</u>			
Phone: <u>(303)</u> 974-2140	Fax: (303) 974-	-2141	
E-mail Address:			
If Business is a Limited Liability Comp	oany: Member Manage	ed (	_) Manager Managed (
Name of 1 <sup>st</sup> Member/Manager:			_ litle:
Business Address:			
City, State, Zip:	Fow:	A Live	
Phone:E-mail Address:	гах		
L-mail Address.		1000	
Name of 2 <sup>nd</sup> Member/Manager:			Title:
Business Address:			Title
City State Zin:			
City, State, Zip:Phone:	Fax:	- U 1	
E-mail Address:			
If Dunlance In a Dunlance			
If Business is a Partnership:			
Names of Partners:			
Business Address:			
City, State, Zip:			
Phone:E-mail Address:	гах		
L-IIIaii Auui 633.			

5.	Ownership of Land Surface:					
	Private (Fee) () BLM (X) State Trust Land/School Sections					
	Other (please describe):	Address	2815 H Road Grand Junctio	n CO 81	1506	
	Name BLM - Moab				1300	
	Name Utah Trust Lands				City LIT	94102
	Name				A STATE OF THE PARTY OF THE PAR	
6.	Ownership of Minerals:					
	Private (Fee) () BLM (X) State Trust Land/School Sections Other (please describe):	(X) Sta	te Sovereign Lands ( )			
	Other (please describe):  Name BLM - Grand Junction	Address	2815 H Road, Grand Junctio	n. CO 81	1506	
	Name BLM - Moab					
	Name Utah Trust Lands					84102
	Name					
7.	Name of Lessee(s): Energy Fuel  Have the above surface and min  If no, why not?	neral owne	ers been notified in writing?	Yes _>		
8.	Does the Entity have legal right this notice? Yes X No _		nd conduct mining operations	on the la	and cov	ered by
does n activity comme	be advised that if State Trust Lands ot satisfy the notification requirement on State Trust Lands requires a min encing any activities. Please contact 508 for notification requirements.	ts of Minera nimum of 60	Leases upon State Trust Land days notice to the Trust Lands	ds. Explo Adminis	oration o tration <b>p</b>	r mining rior to
II.	PROJECT LOCATION & MAP	(Rule R647	7-3-105)			
1.	Project Location & Map (legal de	escription):				
	County(ies): Grand County					
	- 1/4, of - 1/4, of S	W 1/4, S	ection: 9 (PB42) Township:	258	Range:	26E
	NE 1/4, of SE 1/4, of N	W 1/4, S	ection: 9 (PB42) Township:	25S	Range:	26E
	<u>NE</u> 1/4, of <u>NW</u> 1/4, of <u>N</u>				Range:	
	UTM East:					(If known)
	Name of Quad Map for Location:					
2.	Is the project within an incorpo If yes, what is the town or city?	rated area	? () Yes (_X_) No			

- 3. <u>Location and Operations maps</u> must be plotted at a scale to accurately identify locational landmarks and operations details. All maps must include a north arrow, scale, appropriate labels, and title box including the mine name, township, range and section.
  - a. The **general location map** must be the scale of a USGS 7.5 minute series map or equivalent (1"=2000') and identify new or existing access roads.
  - b. The <u>operations map</u> (1"=200' or other scale as determined necessary by the Division) must be labeled and identify:
    - i. The area to be disturbed;
    - ii. The location of any existing or proposed operations including access roads, drill holes, trenches, pits, shafts, cuts, or other planned activities; and
    - iii. Any adjacent previous disturbance for which the operator is not responsible.

(Contact the Division for a list of consultants and land surveyors for mapping assistance.)

4.	The proposed (5 acre or less) disturbed area (including access/haul roads) should be marked ON THE GROUND with metal T-Posts (or with some other marker of equal effectiveness). Markers should be appropriately spaced so that the next marker in either direction is clearly visible with the naked eye.
III.	OPERATION PLAN (Rule R647-3-106)
1.	Type of mining: Surface () Underground ( X )
2.	Mineral(s) to be mined: Uranium/Vanadium
3.	Amount of material to be extracted, moved, or proposed to be moved: Maximum of 50,000 ton
	per year to be removed from portals in Colorado
4.	Will any water, liquid chemicals, reagents, or other solutions be used, produced or discharged as part of the mining or milling process? Yes (X) No () If yes, please describe (add extra pages if needed): Mine dewatering and treatment will occur at portals in Colorado in accordance with CDPS Permit No. CO-0047562 (Attachment C). No water discharges will occur in Utah.
	with CDF3 Fermit No. CO-0047302 (Attachment C). No water discharges will occur in otan.
5.	Provide a brief <b>description of the proposed mining operation</b> , and onsite processing facilities (add extra pages if necessary). All on-site surface facilities will be located in Colorado with the exception of six ventilation shafts and one meteorological tower. Additional details regarding
	the ventilation shafts and meteorological tower are provided in Attachments B and D,
	respectively.
6.	( ) New Road(s): Length 0(ft), Width(ft)
7.	( ) Improved Road(s): Describe improvements that need to be made to existing roads to access the site, including the Length0 _ (ft) and Width (ft) of new disturbances.
8.	Total project surface acreage to be disturbed: 1.39 (acres) PLEASE SPECIFY EXACT ACREAGE (this will be used to determine surety bond amount – see #VI).
9.	Proposed startup data (month year): September 2011
10.	Proposed startup date (month, year): September 2011  Proposed completion, if known (month, year): Not known

#### IV. OPERATION AND RECLAMATION PRACTICES (Rule R647-3-107, 108 & 109)

The reclamation and operation obligation is to keep the area clean and safe, minimize hazards to public safety, return the land to a useful condition, and reestablish at least 70 percent of the premining vegetative ground cover or within practical limits. To accomplish this, the Permittee / Operator will need to perform reclamation concurrently, or at the completion (within one (1) year) of mining. Please refer to <a href="https://fs.ogm.utah.gov/pub/MINES/Coal\_Related/RecMan/Reclamation\_Manual.pdf">https://fs.ogm.utah.gov/pub/MINES/Coal\_Related/RecMan/Reclamation\_Manual.pdf</a>.

- Keep the mining operation in a safe, clean, and environmentally stable condition.
- Permanently seal all shafts and tunnels to prevent unauthorized or accidental entry.
- 3. Plug drill holes with a five foot cement surface plug. Holes that encounter fluids are to be plugged in the subsurface to prevent aquifer contamination.
- 4. Construct berms, fences, or barriers, when needed, above highwalls and excavations.
- 5. Remove, isolate, or neutralize all toxic materials in a manner compatible with federal and state regulations.
- 6. Remove all waste or debris from stream channels.
- 7. Dispose of any trash, scrap metal, wood, machinery, and buildings.
- 8. Conduct mining activities so as to minimize erosion and control sediment.
- 9. Reclaim all roads that are not part of a permanent transportation system.
- Stockpile topsoil and suitable overburden prior to mining.
- 11. Stabilize highwalls by backfilling or rounding to 45 degrees or less, where feasible; reshape the land to near its original contour, and redistribute the topsoil and suitable overburden.
- 12. Properly prepare seedbed to a depth of six inches by pocking, ripping, discing, or harrowing. Leave the surface rough.
- 13. Reseed disturbed areas with adaptable species. (The Division recommends a mixture of species of grass, forb, and browse seed, and will provide a specific species list if requested.)
- Plant the seed with a rangeland or farm drill, or broadcast the seed. Fall is the preferred time to seed.

#### V. VARIANCE REQUEST (Rule R647-3-110)

Any variance must be approved writing in advance by the Division

Any planned deviations from Rules R647-3-107, Operation Practices, R647-3-108, Hole Plugging Requirements, or R647-3-109, Reclamation Practices, as summarized above (see IV. Operation and Reclamation Practices Item # 1-14), should be identified below listing applicable rule number. Give justification for the variance(s) and alternate methods or measures to be utilized to meet the intent of the rule. Written approval from the Division will be given, if the proposed alternative methods to be used are consistent with the Act.

Are variance	es being requested? Yes ( ) No ( <u>X</u> )
Variance Red	quested .
Item # Justification:	Applicable Rule
Alternate me	thods or measure to be utilized:

Attach additional page(s) if more variances are requested.

#### VI. SURETY (Utah Code Ann. §40-8-7(1)[c])

A reclamation contract and surety must be provided to and approved by the Division prior to commencement of operations. No surface disturbance is authorized until the surety is posted and approved in writing. The surety may be provided in the form of a certificate of deposit, a letter of credit, a surety bond, or cash. Please contact the Division for further information about submitting the surety. All mining operations are required to furnish and maintain reclamation surety to guarantee that the land affected is reclaimed (Utah Code Ann. §40-8-7(1)[c]).

The reclamation surety amount is based on the nature, extent and duration of operations. The amounts are based on data from current large mine surety and are used as a general guide, along with actual site conditions. Reclamation surety for small mines is reviewed every three (3) or five (5) years and adjusted as necessary for inflation/deflation based upon acceptable Costs Index.

Contact the Division for the dollar amount required for a three (3) or five (5) year period for this project.

#### VIII. SIGNATURE REQUIREMENT

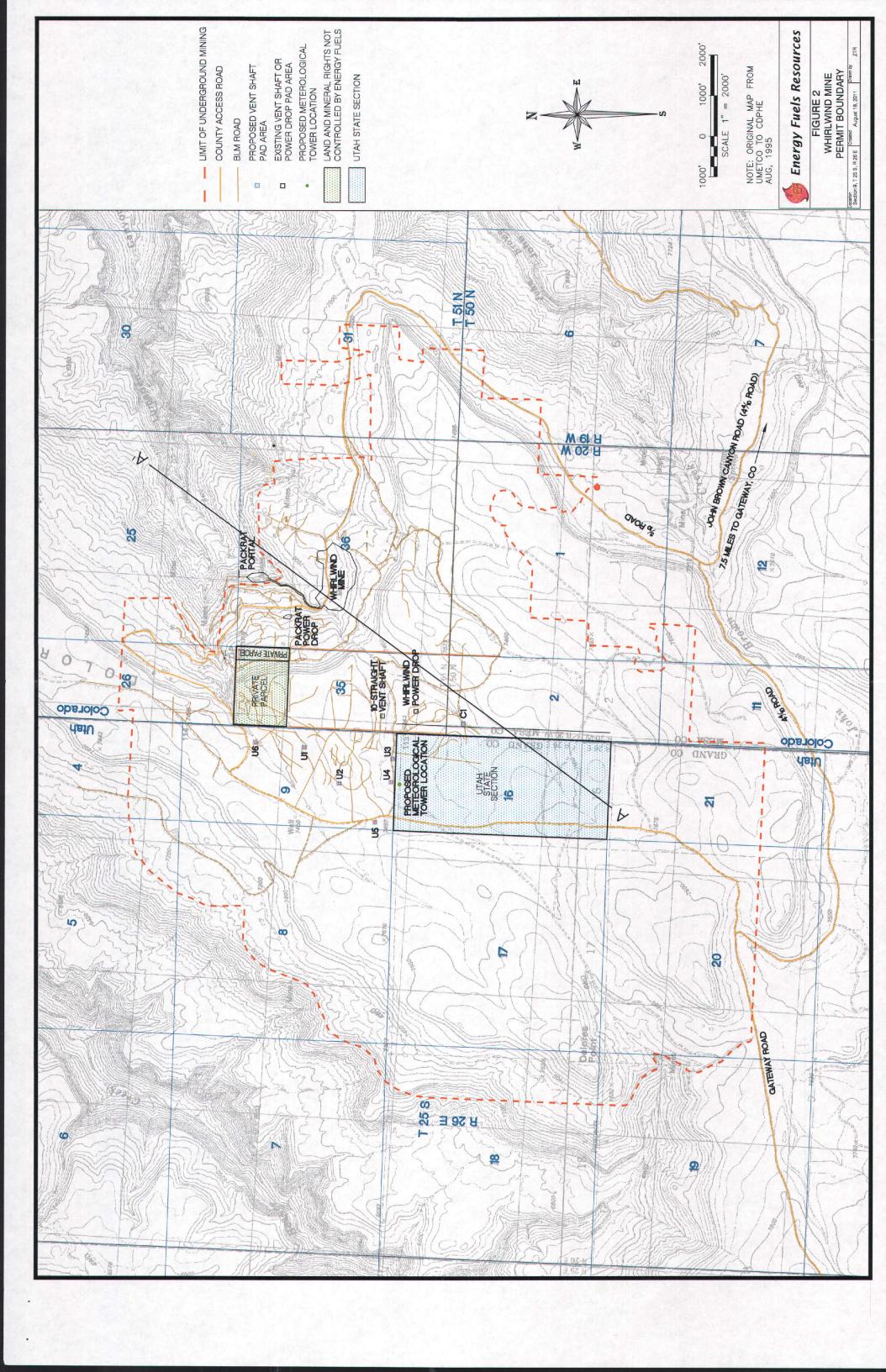
#### CERTIFICATION

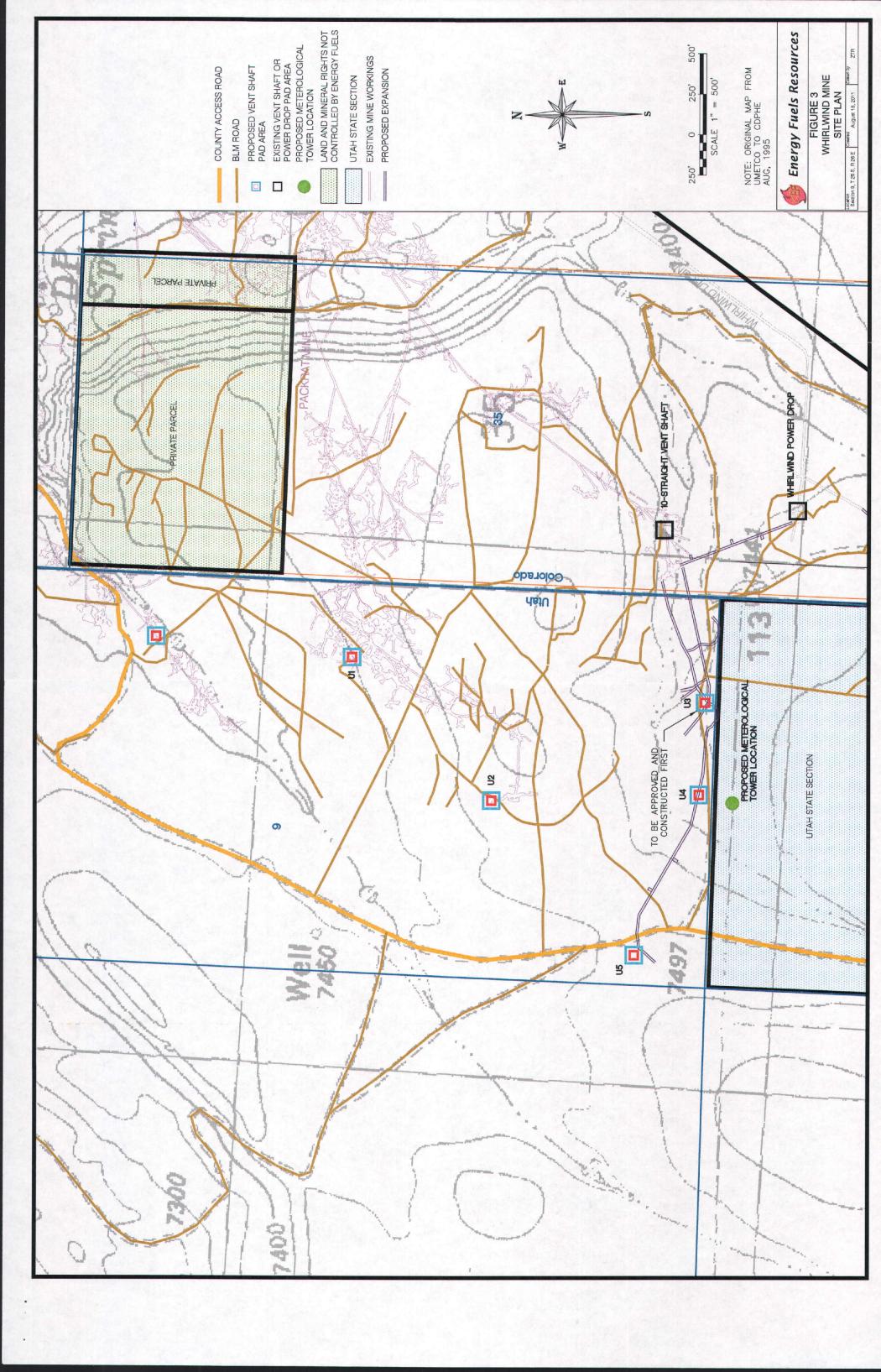
I state under penalty of perjury under the laws of the state of Utah and the United States of America that:

- a. I have read this form and declare the information, statements and/or documentation are true, correct and complete to the best of my knowledge and belief; AND
- b. I commit to the reclamation of the aforementioned small mining project as required by the Utah Mined Land Reclamation Act (40-8) and the rules as specified by the Board of Oil, Gas and Mining.
- c. This certification must be signed by: (1.) an executive officer if the applicant is a corporation; (2.) a partner if applicant is a partnership (general or limited); (3.) the owner if applicant is a sole proprietorship; or (4.) the member or manager if applicant is a limited liability company.

Signature:	Date: _	8/19	2211
Name (typed or printed): Stephen P. Antony			
Title/Position (if applicable): Chief Executive Officer and Pre	esident		

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#### Attachment D

#### Meteorological Tower

#### Meteorological Tower Information

The meteorological tower (met tower) will be installed for the purpose of collecting site-specific wind speed and direction data to be used in modeling radon dose estimates to the nearest public receptor at the Whirlwind Mine in accordance with 40 CFR Part 61, Subpart B. The met tower will be 10 meters high and equipped with a wind monitor and data logger. Security for the tower requires installation of an 6-foot high chain link fence around the tower.

The proposed met tower location is on a Utah State Section, managed by the Utah School and Institutional Trust Lands Administration (SITLA, see Figure 1). The proposed met tower location is in a relatively large clearing, which is required to collect representative wind measurements. The location in this clearing was selected to optimize its distance from nearby obstructions (i.e., trees) that may interfere with wind patterns. Energy Fuels anticipates that the met tower will be constructed this fall.

A concrete foundation measuring approximately 5.5 square feet in area (2'4" x 2'4") and a depth of 4' will be constructed to support the tower. Prior to installation of the foundation, topsoil will be stripped to a depth of a minimum of 12 inches and the material will be stockpiled near the foundation for later use in reclamation. This small topsoil stockpile will be seeded since it will be present for a number of years.

The tower will have a triangular cross section measuring approximately 14 inches on a side at the base. Once the tower is installed, a wind monitor and data logger will be attached to it. This equipment is small in size and is attached directly to the tower. The equipment will be powered by battery and will not require external power. Fencing will be installed around the tower to deter damage and vandalism. The fencing will be 6-foot high chainlink fence measuring 8 feet by 8 feet.

Surface disturbance at each vent shaft is minimal and conservatively estimated to be less than 0.01 acres (equivalent to a 20-foot by 20-foot area) consisting of the tower foundation and fence. An access road will not be required as the tower will be located near an existing access road (100 to 200 feet north of the tower) and constructed by hand with aid of a small skid steer, causing minimal disturbance in a sparsely vegetated area.

### Meteorological Tower Reclamation

Energy Fuels estimates that the met tower will cost approximately \$955 to reclaim. This estimated cost is based on removing the met tower, instruments, foundation and fencing. The resulting depression is then filled with soil and topped with topsoil. The area will then be seeded and mulched. The estimate assumes that the work will be completed with two laborers and a small skid steer.

Table D-1
Estimated Cost for Met Tower Reclamation

Description	<b>Total Cost</b>
Removal of Equipment and Foundation (a)	\$640
Disposal of Equipment and Foundation (b)	\$300
Seeding and Mulching (c)	\$15
Total	\$955

#### Notes:

- (a) Based on 1 hour of mobilization/demobilization, 2 hours to disassemble and cut the tower and fencing and 1 hour to dig out and remove concrete.
- (b) Based on 4 hours for one common laborer and typical disposal fees.
- (c) Based on 0.01 acre at \$1,500/acre, allowing for a 50% reseeding rate.